## Substitute Bill No. 5105

February Session, 2000

## An Act Implementing The Recommendations Of The Blue Ribbon Commission To Study Affordable Housing Regarding Funding For Programs That Address Housing Needs.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Subsection (d) of section 17b-812 of the general statutes is repealed and the following is substituted in lieu thereof:
- 3 (d) The commissioner shall administer the program under this 4 section to promote housing choice for certificate holders and 5 encourage racial and economic integration. The commissioner shall establish maximum rent levels for each municipality in a manner that 7 promotes the use of the program in all municipalities, but in no event 8 shall the commissioner establish a maximum rent level which is less 9 than the fair market rent established by the United States Department 10 of Housing and Urban Development for the Section 8 certificate 11 program. Any certificate issued pursuant to this section may be used 12 for housing in any municipality in the state. The commissioner shall 13 inform certificate holders that a certificate may be used in any 14 municipality and, to the extent practicable, the commissioner shall 15 assist certificate holders in finding housing in the municipality of their 16 choice.
- 17 Sec. 2. (NEW) (a) As used in this section, "eligible households" 18 means persons and families whose income is less than or equal to fifty

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- per cent of the area median income and who also meet one or more of the following criteria:
- 21 (1) Households with housing cost burdens in excess of fifty per cent 22 of household income:
- 23 (2) Households that are homeless or are at risk of homelessness;
- 24 (3) Disabled persons, which, for purposes of this subdivision, means 25 persons over eighteen years of age who are receiving disability 26 payments pursuant to either Title 2 or Title 16 of the Social Security 27 Act of 1935, as amended, or are receiving payments pursuant to section 28 17b-78 of the general statutes under the state-administered general 29 assistance program or the general assistance program as unemployable 30 or transitional individuals, as defined in section 17b-689 of the general 31 statutes, or are receiving payments as an incapacitated caretaker 32 pursuant to section 17b-112 of the general statutes, as amended by section 8 of public act 99-279, under the aid to families with dependent 33 34 children program or under the temporary family assistance program, 35 or are eligible for medical assistance as a disabled person pursuant to 36 Title 19 of the Social Security Act of 1935, as amended;
- 37 (4) Victims of domestic violence;
- 38 (5) Families with lead-exposed children;
- 39 (6) Families participating in Project CHOICE programs;
- 40 (7) Persons residing in emergency shelters or transitional living 41 programs;
- 42 (8) Persons who have other severe housing needs as determined by 43 the Commissioner of Social Services;
- 49 (9) Persons receiving benefits under the state medical assistance 45 program pursuant to section 17b-257 of the general statutes, or the 46 general assistance medical assistance program pursuant to section 17b-47 78 of the general statutes.

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(b) The Commissioner of Social Services shall implement and administer Housing Plus, a program of rental assistance and support services to eligible households, through grants-in-aid to eligible nonprofit corporations.

- (c) The commissioner shall establish a review panel to evaluate applications and make recommendations to the commissioner for awards of grants-in-aid to eligible nonprofit corporations pursuant to this program. The review panel shall include, but not be limited to, no less than three representatives of eligible households and no less than three representatives of providers of services to eligible households. In evaluating applications and awarding grants-in-aid, the review panel and the commissioner shall consider all criteria appropriate to carrying out the purposes of this program, including, but not limited to:
- 61 (1) The experience of the applicant in providing housing or support 62 services to eligible households;
  - (2) The organizational capacity of the applicant or evidence of collaborative relationships entered into by the applicant to administer rental assistance and deliver support services;
  - (3) The plan of services for the categories for eligible households the applicant intends to serve;
    - (4) Among all the selected grantees, the extent to which rental assistance and support services provided through the grants-in-aid under this program will be available to all areas of the state; and
  - (5) The extent to which different categories of eligible households will be served through the grants-in-aid awarded under this program.
    - (d) Housing obtained under this program shall be in compliance with applicable state and local health, housing, building and safety codes.
    - (e) The commissioner shall set maximum rent levels for this program, which shall be no less than the rent levels established by the

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United States Department of Housing and Urban Development under the Section 8 certificate program. Rental assistance provided under this program shall be calculated so that no household will pay more than thirty per cent of household income, adjusted for allowable household expenses, for the contribution of household rent. The commissioner shall establish maximum rent levels for this program in each municipality in a manner that promotes the use of the program in all municipalities. The commissioner shall administer the program under this section to promote housing choice for certificate holders and encourage racial and economic integration and integration of disabled persons.

- (f) Services provided under this program are nonclinical services that support the eligible household's ability to achieve and sustain housing stability. Such services may include, but are not limited to, case management services that will link clients to available services in the community, including health and behavioral health services, housing mobility counseling, training in independent living skills and tenant responsibilities, peer mentoring and peer counseling, crisis intervention, conflict resolution and mediation, employment training and education, and employment counseling job retention supports.
- (g) No grant-in-aid to an individual nonprofit corporation shall exceed five hundred thousand dollars annually. Such grant-in-aid shall include reasonable administrative costs.
- (h) The Commissioner of Social Services shall implement the policies and procedures necessary to carry out the provisions of subsections (a) to (g), inclusive, of this section while in the process of adopting such policies and procedures in regulation form, provided notice of intent to adopt the regulations is published in the Connecticut Law Journal within twenty days after implementation. Such policies and procedures shall be valid until the time final regulations are effective.
  - (i) The commissioner shall conduct an evaluation of Housing Plus

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- 110 no later than December 31, 2001, to measure the success of clients of
- 111 the program in maintaining housing, the success of such clients in
- 112 following individual case management plans, the number of
- 113 households and the number of individuals served under the program
- and the experience of landlords who rent apartments to the clients.
- 115 Sec. 3. (NEW) The Department of Social Services shall establish a
- 116 Beyond Shelter program to provide grants-in-aid to nonprofit
- organizations to provide follow-up and support services for up to one
- 118 year for persons who are leaving emergency shelters for the homeless
- and transitional living programs.
- 120 Sec. 4. (NEW) (a) As used in this section:
- 121 (1) "Eligible households" means persons or families affected by
- 122 psychiatric disabilities or chemical dependency, or both, and who are
- 123 homeless or at risk of homelessness; and
- 124 (2) "Homeless or at risk of homelessness" means (A) living on the
- 125 streets or in shelters, (B) coming out of homeless programs or
- transitional housing and having no permanent housing, (C) living in
- unsafe or abusive environments, (D) paying more than fifty per cent of
- income for rent, (E) living in overcrowded conditions, or (F) being in
- need of supportive services in order to maintain permanent housing.
- (b) The Department of Mental Health and Addiction Services shall
- implement and administer a program to provide grants-in-aid to
- 132 nonprofit corporations for the purpose of providing support services
- to eligible households. Such services shall be designed to enable
- 134 residents of eligible households to (1) obtain and keep permanent
- housing, (2) increase their job skills and income, and (3) achieve
- 136 greater self-determination.
- 137 (c) The Department of Mental Health and Addiction Services shall
- 138 leverage funding from other state agencies and from private, federal
- and local funding sources to fund support services under this act.

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Sec. 5. Subsection (f) of section 12-217p of the general statutes is repealed and the following is substituted in lieu thereof:

- (f) Any business firm which desires to apply for the credit allowed by this section shall submit the documentation required under subsection (d) of this section to the authority on or before November first of each year. The authority shall randomly select from among all qualified business firms, those firms allowed said credit. The credit shall be claimed on the tax return for the income year during which the selected business firm made payment into the revolving loan fund. The sum of all tax credit granted pursuant to the provisions of this section shall not exceed [one] two hundred thousand dollars annually per business firm. In no event shall the total amount of all tax credits allowed to all business firms pursuant to the provisions of this section exceed [one] two million dollars in any one fiscal year.
- Sec. 6. The appropriation from the General Fund to the Department of Social Services, for Housing/Homeless Services, for the fiscal year ending June 30, 2001, shall be increased by ten million dollars for purposes of the rental assistance program.
  - Sec. 7. The appropriation from the General Fund to the Department of Social Services, for Housing/Homeless Services, for the fiscal year ending June 30, 2002, shall be increased by twenty million dollars for purposes of the rental assistance program.
  - Sec. 8. The appropriation from the General Fund to the Department of Social Services, for Housing/Homeless Services, for the fiscal year ending June 30, 2003, shall be increased by thirty million dollars for purposes of the rental assistance program.
  - Sec. 9. The sum of ten million dollars is appropriated from the General Fund to the Department of Social Services for the fiscal year ending June 30, 2001, and the sum of ten million dollars is appropriated to the Department of Social Services for the fiscal year ending June 30, 2002, to implement the Housing Plus program created pursuant to section 2 of this act.

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- Sec. 10. The sum of one million dollars is appropriated from the General Fund to the Department of Social Services for the fiscal year ending June 30, 2001, to fund the grants-in-aid for the transitional services program authorized in section 3 of this act.
- Sec. 11. The sum of two million dollars is appropriated from the General Fund to the Department of Mental Health and Addiction Services for the fiscal year ending June 30, 2001, for the supportive housing program established under section 4 of this act.
- Sec. 12. The sum of one million nine hundred fifty thousand dollars is appropriated from the General Fund to the Department of Economic and Community Development for the fiscal year ending June 30, 2001, to increase funding for community-based planning, homeownership counseling programs, and to fund capacity building for nonprofit developers.
- Sec. 13. The sum of two million three hundred thousand dollars is appropriated from the General Fund to the Department of Social Services for the fiscal year ending June 30, 2001, to increase the funding for landlord-tenant mediation services and for the rent bank program.
- 190 Sec. 14. This act shall take effect July 1, 2000.

**HSG Committee Vote:** Yea 11 Nay 0 JFS C/R PD

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